



DIXIE LIME AND STONE COMPANY

CERTIFIED MAIL 7003 1010 0001 6274 7850

April 27, 2007

Karen Parker
Division of Planning & Development
Sumter County
209 N. Florida St., Suite 5
Bushnell, FL 33513



RE: ANNUAL PROGRESS REPORT - PERMIT NO: MI91-1

Dear Ms. Parker:

Please accept this letter and attached January 2007 aerial as our Annual Progress Report.

ANNUAL PROGRESS REPORT:

1. Current and Projected Mining Area: During the last year we have been mining in both areas, as shown on the aerial. During the next year we will continue to mine in both locations. We will continue stripping on the west and on the east.
2. Mine Reclamation: We have not mined out any areas which are going to require reclamation as of the end of this year. And we do not plan to complete any areas which will require reclamation in the next year.

We certify that this mine is being developed and operated in strict accordance with the conditions set forth in the approved mining site plan and operating permit.

Sincerely,

William W. Houghton
General Manager

Enclosure